## **Town of New Harmony**

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PROFER

**Utah Public Service Commission** PO Box 45585 Salt Lake City, UT 84145-0585 Docket 06-057-T04

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November 1, 2006

Dear Sirs:

We, the Mayor and Town Council of New Harmony strongly support the proposal to remove GSS and EAC rates from Questar Gas Company's tariff. Natural gas service has clearly benefited rural Utah. We appreciate the accommodations made in 1997 to bring natural gas to our town. However, the various arrangements made to cover the cost of bringing that service to rural Utah has resulted in some areas receiving economic-development advantages over others. In some cases GSS and EAC rates have been a hardship to elderly customers.

GSS and EAC rates were tools that allowed rapid expansion of a critical service. But these arrangements favored faster growing communities. Those communities have been able to join Utah's economic mainstream faster. Higher rates in New Harmony only keep us from catching up, or even competing. For the benefit of the whole state, it's time to level the playing field. Removing the extra charges from our rates will help accomplish this.

Economic development in rural Utah will benefit all of Utah. It will take pressure off the Wasatch Front and Washington County. It will provide more options to businesses and industries considering relocating to Utah. It will provide jobs and income beyond agriculture and the service sector. More competitive natural gas rates will provide the jump-start we need.

The minimal cost of this jump-start was the rationale used by the legislature to help some communities receive gas service in the first place. Because of 1998's HB180, all Questar Gas customers pay a few cents extra every month to cover the cost of taking gas service to Panguitch, Cedar Fort and Brian Head. This is a good example of the type of cooperation and compromise we are requesting. We urge the PSC to approve the proposal.

Sincerely,

Joel D. Webster, Mayor

For Town of New Harmony Council

Joel D. Wilsten

## Copy to:

Committee of Consumer Services Attn.: Reed Warnick SB Box 146782 Salt Lake City, UT 84114-6782

Division of Public Utilities Attn.: Connie White SM Box 146751 Salt Lake City, UT 84114-6751

Questar Gas Attn.: Barrie McKay QB 733 PO Box 45360 Salt Lake City, UT 84145